

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1223 – SB 1362

April 5, 2017

SUMMARY OF ORIGINAL BILL: Prohibits certain payment in lieu of ad valorem tax (PILOT) agreements entered into by certain industrial development corporations (IDCs) from exceeding five years unless certain conditions are met.

FISCAL IMPACT OF ORIGINAL BILL:

Other Fiscal Impact – Potential increases to local government revenue; the extent and timing of any such revenue cannot be determined due to multiple unknown factors.

SUMMARY OF AMENDMENT (006845): Deletes all language after the enacting clause. Requires the Tennessee Advisory Commission on Intergovernmental Relations (TACIR) to perform a study on the payment in lieu of ad valorem tax (PILOT) agreements and leases entered into by certain IDCs and submit findings and recommendations by February 1, 2018.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

NOT SIGNIFICANT

Assumption for the bill as amended:

- Based on information provided by TACIR, such study can be accomplished utilizing existing staff and resources resulting in no increase in state expenditures.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

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